

Message Text

LIMITED OFFICIAL USE

PAGE 01 STATE 184447
ORIGIN EUR-12

INFO OCT-01 ISO-00 EA-10 ABF-01 AID-05 CEA-01 CIAE-00
COME-00 EB-08 FRB-03 INR-10 IO-13 NEA-10 NSAE-00
OPIC-03 SP-02 TRSE-00 LAB-04 SIL-01 AGRE-00
OMB-01 SS-15 OIC-02 SSO-00 NSCE-00 INRE-00 ICAE-00
/102 R

DRAFTED BY EUR/RPE: P L LAASE: FF
APPROVED BY EUR: R D VINE
EUR/RPE: R M BEAUDRY (DRAFT)
EA/EP: A C ALBRECHT (DRAFT)
E: E JOHNSTON (DRAFT)
IO/EX/IFM: B GIDLEY (DRAFT)
TREASURY: D TEMPLEMAN (DRAFT)
-----129075 210034Z /73
O 202345Z JUL 78
FM SECSTATE WASHDC
TO AMEMBASSY PARIS IMMEDIATE

LIMITED OFFICIAL USE STATE 184447

USOECD

E.O. 11652: N/A

TAGS: AORG, EGEN, OECD

SUBJECT: 1979 OECD BUDGET

REF: (A) 1977 STATE 171131; (B) LAASE-LANGHAUG TELECON

1. SUMMARY. WE UNDERSTAND THAT PRELIMINARY DISCUSSION
OF 1979 OECD WORK PROGRAM AND BUDGET WILL TAKE PLACE AT
JULY 21 HEADS OF DELEGATIONS MEETING ON BASIS OF PRESEN-
TATION BY SECRETARY GENERAL VAN LENNEP. THERE FOLLOWS
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 STATE 184447

POINTS WHICH U.S. REP SHOULD MAKE FOR THE RECORD DURING
THE DISCUSSION, WHICH POINTS WE HOPE WILL ASSIST THE
SECRETARY GENERAL AND THE SECRETARIAT IN PREPARING THE
1977 WORK PROGRAM AND BUDGET. END SUMMARY.

2. WE HAVE FOUND THE WORK PROGRAM AND BUDGET PRESENTATION

OF THE LAST FEW YEARS, WHICH CLEARLY INDICATES THE RESOURCES REQUIRED FOR EACH PROPOSED PROGRAM, MOST HELPFUL IN OUR ANALYSIS. WE HOPE THAT SUCH A PRESENTATION WILL BE CONTINUED.

3. WE CONTINUE TO SUPPORT THE CONCEPT OF ESTABLISHING PRIORITIES WITHIN THE COMMITTEES' PROPOSED WORK PROGRAMS IN ORDER TO JUDGE WHICH PROJECTS/PROGRAMS ARE MOST ESSENTIAL. COMMITTEES WHICH HAVE NOT DONE SO SHOULD BE ASKED TO ASSIGN PRIORITIES TO COMPONENT PARTS OF THEIR 1979 WORK PROGRAM. WE WOULD LIKE TO REITERATE OUR REQUEST OF LAST YEAR THAT A PROCEDURE BE DEVELOPED FOR RANKING ALL OECD PROGRAMS/PROJECTS IN RELATION TO EACH OTHER IN ORDER TO ESTABLISH PRIORITIES ON AN OVERALL BASIS AS WELL AS WITHIN COMMITTEES. WE BELIEVE SUCH A PROCEDURE WOULD FACILITATE SHIFTING RESOURCES FROM LOW TO HIGH PRIORITY ITEMS, WHICH IS ESSENTIAL IF THE OECD BUDGET IS TO BE KEPT WITHIN REASONABLE BOUNDS AS NEW PROJECTS ARE UNDERTAKEN BY THE ORGANIZATION. WE RECOGNIZE THAT THIS MAY BE DIFFICULT IN AN INTERNATIONAL ORGANIZATION WHICH OPERATES ON A CONSENSUS BASIS, BUT WE URGE THE SECRETARY GENERAL AND MEMBERS TO TRY TO DEVELOP SUCH A SYSTEM.

4. WE UNDERSTAND THAT ABOUT 70 PERCENT OF THE SECRETARIAT'S PROFESSIONAL STAFF ARE ON INDEFINITE TENURE LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 03 STATE 184447

CONTRACTS WHILE ABOUT 30 PERCENT ARE ON FIXED TERM CONTRACTS. WE BELIEVE THAT THE SECRETARIAT'S FLEXIBILITY WOULD BE ENHANCED IF, OVER TIME, THIS COULD BE CHANGED TO A MORE EQUAL RATIO OF INDEFINITE TENURE TO FIXED TERM PROFESSIONAL STAFF.

5. GIVEN THE SITUATION WITH RESPECT TO INDEFINITE TENURE PROFESSIONAL STAFF AND THE RESULTS OF SEVERAL YEARS OF ESSENTIALLY NO REAL GROWTH IN THE OECD BUDGET, WE RECOGNIZE THAT POSSIBILITIES FOR INTERNAL REPROGRAMMING OF SECRETARIAT RESOURCES ARE LIMITED. WE ALSO BELIEVE THAT THE 1979 WORK PROGRAM IS LIKELY TO REFLECT THE MEMBERS' DESIRE FOR NEW OR EXPANDED PROGRAMS IN AREAS SUCH AS POSITIVE ADJUSTMENT POLICIES, LONGER-TERM STRUCTURAL PROBLEMS AND RELATIONS WITH DEVELOPING COUNTRIES. WHILE URGING THE SECRETARY GENERAL TO MAKE MAXIMUM USE OF INTERNAL REPROGRAMMING IN CONNECTION WITH THE 1979 BUDGET, THE U.S. IS PREPARED TO SUPPORT A VERY MODEST INCREASE IN REAL RESOURCES NEXT YEAR.

6. YOU WILL RECALL OUR CONCERN, EXPRESSED IN PREVIOUS YEARS, ABOUT THE NEED TO UPGRADE AND POSSIBLY REORGANIZE

THE ORGANIZATION'S AUTOMATED DATA PROCESSING FACILITIES.
WE ARE PLEASED TO NOTE THE STUDY NOW UNDERWAY IN THIS
AREA AND LOOK FORWARD TO THE SECRETARY GENERAL'S REPORT.
WE STRONGLY SUPPORT THE SECRETARY GENERAL'S EFFORTS TO
DEVELOP A MEDIUM-TERM PROGRAM, BUT WE BELIEVE THE ORGANI-
ZATION SHOULD NOT TRY TO MOVE TOO FAR, TOO FAST IN THIS
EFFORT.

7. WE INDICATED LAST YEAR THAT THE SECRETARIAT SHOULD
EXPAND ITS MICRO-ECONOMIC CAPABILITIES. IN VIEW OF THE
CURRENT AND PROBABLE FUTURE INTEREST OF THE ORGANIZATION

IN MICRO-ECONOMIC RELATED AREAS, SUCH AS POSITIVE ADJUST-
MENT POLICIES AND STRUCTURAL PROBLEMS, THE U.S. COULD
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 04 STATE 184447

SUPPORT SOME FURTHER MODEST ADDITIONAL RESOURCES IN THIS
AREA.

8. YOU WILL RECALL OUR PREVIOUS REMARKS ABOUT THE NEED
FOR IMPROVED COOPERATION AND COORDINATION AMONG THE SECRE-
TARIAT'S VARIOUS DEPARTMENTS, DIRECTORATES AND STAFFS.
WE ARE PLEASED TO NOTE THE IMPROVEMENT OVER THE LAST YEAR
OR SO IN THIS AREA. WE HOPE THESE EFFORTS WILL BE CON-
TINUED AND EXPANDED.

9. WE NOTE WITH CONSIDERABLE REGRET THE RELATIVELY FEW
WOMEN ON THE SECRETARIAT'S PROFESSIONAL STAFF AND TRUST
THAT A SERIOUS EFFORT WILL BE MADE TO INCREASE THEIR
NUMBER.

10. THE OECD WORK PROGRAM CHANGES OVER TIME AS THE
ORGANIZATION ADDRESSES NEW PROBLEM AREAS AND, IN RESPONSE,
FROM TIME TO TIME NEW COMMITTEES AND SUBSIDIARY BODIES
HAVE BEEN CREATED. WE BELIEVE WE HAVE REACHED A POINT
WHERE THE ORGANIZATION'S PRESENT COMMITTEE AND SUBSIDIARY
BODY STRUCTURE SHOULD BE REEXAMINED, TO ENSURE THAT IT
ADEQUATELY REFLECTS CURRENT REALITIES. THE UNITED STATES,
AND WE HOPE OTHER MEMBERS AS WELL, WOULD WELCOME A PRO-
POSAL BY THE SECRETARY GENERAL FOR THE RATIONALIZATION
OF THE ORGANIZATION'S COMMITTEE STRUCTURE, INCLUDING
THE ELIMINATION OF COMMITTEES OR SUBSIDIARY BODIES WHICH
MAY HAVE OUTLIVED THEIR USEFULNESS AND THE CONSOLIDATION
OF OTHERS. VANCE

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 jan 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: BUDGETS, INTERNATIONAL ORGANIZATIONS
Control Number: n/a
Copy: SINGLE
Draft Date: 20 jul 1978
Decaption Date: 01 jan 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 20 Mar 2014
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1978STATE184447
Document Source: CORE
Document Unique ID: 00
Drafter: P L LAASE: FF
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D780299-0221
Format: TEL
From: STATE
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1978/newtext/t19780736/aaaabeko.tel
Line Count: 164
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 3d4fa66f-c288-dd11-92da-001cc4696bcc
Office: ORIGIN EUR
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 3
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: n/a
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 05 may 2005
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: N/A
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 1934459
Secure: OPEN
Status: NATIVE
Subject: 1979 OECD BUDGET
TAGS: AORG, EGEN, OECD
To: PARIS USOECD
Type: TE
vdkgvwkey: odb://SAS/SAS.dbo.SAS_Docs/3d4fa66f-c288-dd11-92da-001cc4696bcc
Review Markings:
Sheryl P. Walter
Declassified/Released
US Department of State
EO Systematic Review
20 Mar 2014
Markings: Sheryl P. Walter Declassified/Released US Department of State EO Systematic Review 20 Mar 2014